

TEST PACKAGE BULLETIN #4
11/21/2006

CORRECTION NOTICE

Please note that the test package narrative and the sample forms for Electronic Filing of Individual Income Tax Returns, Tax Year 2006, need the following corrections:

Nebraska Test #3

First:

A question has been asked regarding the Nebraska Schedule III, line 64 instructions.

The final draft (11-21-2006) of the Nebraska Form 1040N Instruction booklet states that the Bonus Depreciation subtraction (line 53 Schedule I) and the Enhanced Section 179 subtraction (line 54 Schedule I) should be included as an adjustment as applied to Nebraska income on line 64 Schedule III. As a result the following corrections need to be made to the Nebraska Schedule III:

Line 63 (Income derived from Nebraska sources): **6,186**

Line 63 (List type(s) and amount): **Sch C 4,786, IRA 1,400**

Line 64 (Adjustments as applied to Nebraska Income): **697**

Line 64 (List type(s) and amount): **NE portion SE Tax 311, Bonus Depr Sub 193, Enhanced Sec 179 Sub 193**

Second:

In the narrative only, change the date of birth to 7/6/1980.
This change will not affect Nebraska Form 1040N.

As a reminder, Phyllis Fast is a non-qualifying EIC child. Test M Fast gets his federal EIC with no qualifying children.

Nebraska Test #5

An error was made in calculating the Schedule A of Form 1040, U. S. Individual Income Tax Return. As a result, the following changes should be made to Federal Schedule A:

Line 1 (Medical and dental expenses): **5,038**

Line 2 (Amount from 1040 line 38): **58,889**

Line 3 (Multiply line 2 by .075): **4,417**

Nebraska Test #8

The Federal Identification number on the third W-2 is missing a digit, it should be 37-7343490.

Nebraska Test #9

An error was made in calculating the Child Tax Credit on Form 1040, U. S. Individual Income Tax Return. As a result, the following changes should be made to Federal Form 1040:

Line 68 (Additional child tax credit): **2,000**

Line 72 (Total payments): **8,147**

Line 73 (Amount you overpaid): **8,147**

Line 74a (Amount you want refunded to you): **8,147**

These changes will not affect Nebraska Form 1040N.

Nebraska Test #10

To eliminate rounding issues we are changing the second Wage and Tax Statement, Form W-2 as follows:

Box 1 (Wages, tips and other compensation): **5,882.51**

Box 2 (Federal income tax withheld): **573.43**

Box 3 (Social security wages): **5,882.51**

Box 5 (Medicare wages and tips): **5,882.51**

Box 16 (State wages, tips, etc): **5,882.51**

These changes will not affect Nebraska Form 1040N.